

Other General Fund Revenue

All Other Revenue
Highway Patrol Fines
Nursing Facilities Fee
Public Institution Reimbursements
Tobacco Settlement



Legislative Fiscal Division



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Legislative Fiscal Division

Revenue Estimate Profile

All Other Revenue

Revenue Description: There are a number of other taxes, fees, and fines that historically have generated less than \$2.5 million each in annual general fund revenue. In addition, the statutes governing these miscellaneous taxes, fees, and fines are frequently changed, making meaningful comparison between tax years impractical and accurate estimation of the revenue difficult.

“All Other Revenue” sources are estimated in aggregate except for the following: investment license transfers, civil fines, single state registration system fees, lodging facility use tax, Montana University System debt service deposits, and deposits by state agencies for SABHRS debt service. In the past, wildfire cost reimbursements had been included in the revenue source, but beginning in fiscal 2003 they are now deposited to the federal special revenue fund.

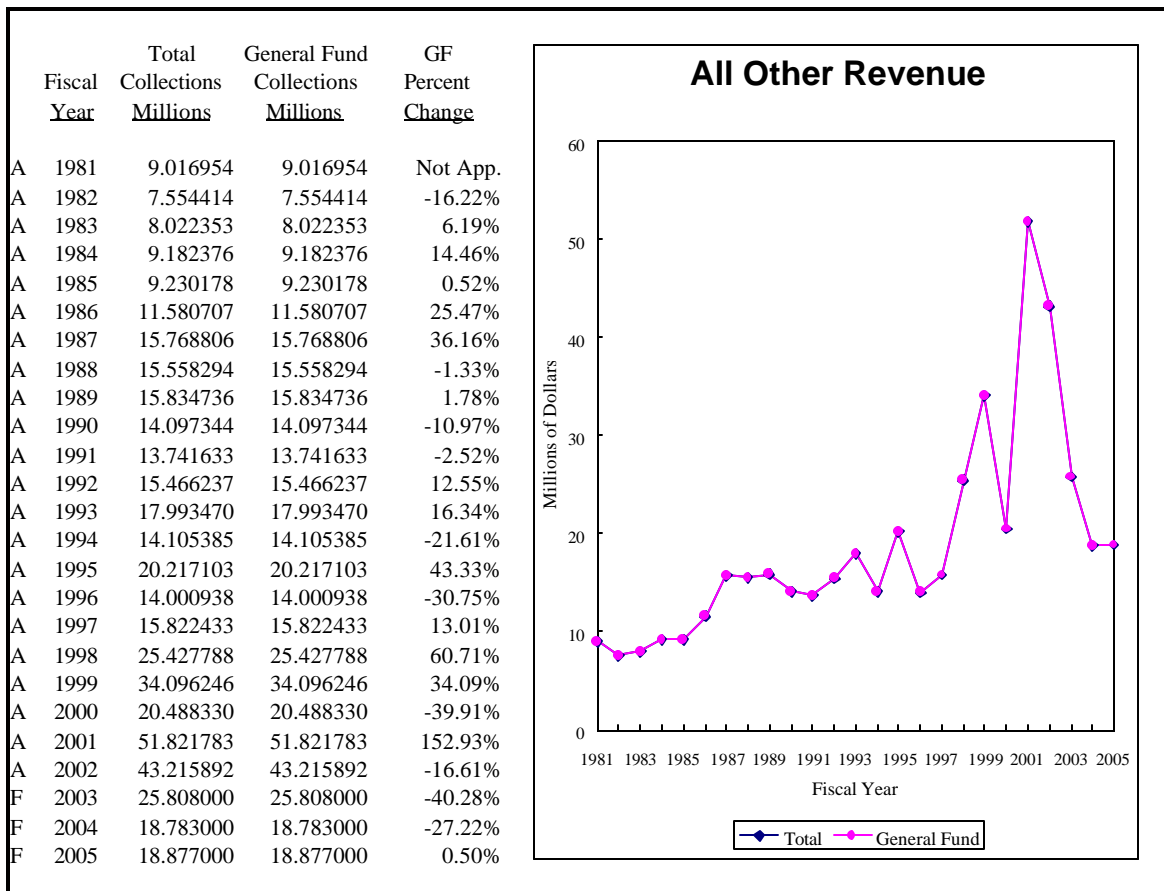
Applicable Tax Rate(s): Various

Distribution: “All Other Revenue” is deposited in the general fund.

Statute: Various

% of Total FY 2002 General Fund Revenue: 3.35%

Revenue Projection:

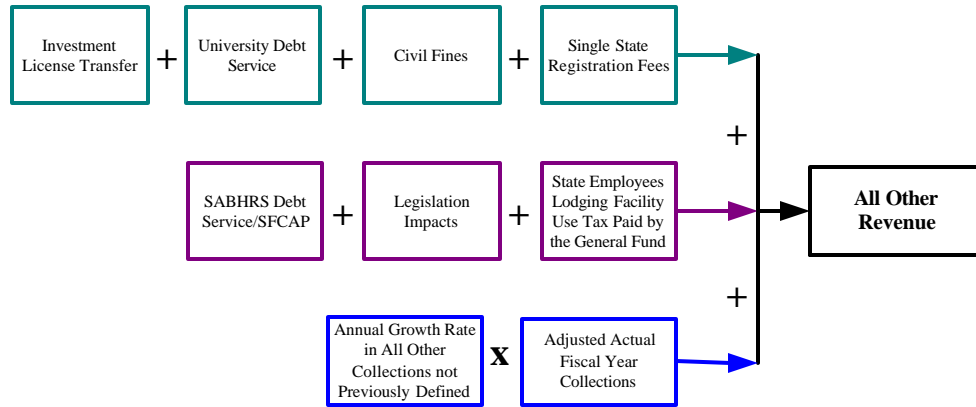


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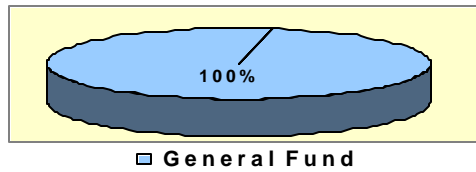
Revenue Estimate Profile

All Other Revenue

Forecast Methodology



Distribution Methodology



Legislative Fiscal Division

Revenue Estimate Profile

All Other Revenue

Revenue Estimate Assumptions

	t	Total Tax	GF Tax	Base	Annual	Adjustments
	Fiscal	Millions	Millions	Millions	Growth	Millions
Actual	2000	20.488330	20.488330	11.125862	-8.9735%	
Actual	2001	51.821783	51.821783	11.876710	6.7487%	
Actual	2002	43.215892	43.215892	8.420755	-29.0986%	1.162288
Forecast	2003	25.808000	25.808000	8.420755	0.0000%	6.299000
Forecast	2004	18.783000	18.783000	8.420755	0.0000%	1.072175
Forecast	2005	18.877000	18.877000	8.420755	0.0000%	0.660880

		Investment					MSU&EMC	SABHRS
	t	Transfer	Land Grant	Civil Fines	GVW Fees	Accom. Tax	Debt	Debt
	Fiscal	Millions	Millions	Millions	Millions	Millions	Millions	Millions
Actual	2000	2.296258	0.086129	0.439498	1.275935	0.016878	0.495693	2.506520
Actual	2001	2.445000	0.091699	0.484739	1.252221	0.052215	0.837170	2.490067
Actual	2002	2.179165	0.000000	0.749382	1.044512	0.038912	0.839583	2.468857
Forecast	2003	2.292000	0.000000	0.542723	1.045000	0.040676	0.838186	2.050913
Forecast	2004	2.317000	0.000000	0.533656	1.045000	0.042520	0.837743	0.000000
Forecast	2005	2.342000	0.000000	0.520373	1.045000	0.044449	0.833016	0.000000

	t	FEMA	Coal	SFCAP	Liquor License	District	Bank
	Fiscal	Millions	Transfer	SABHRS	Transfer	Court	Charges
		Millions	Millions	Millions	Millions	Millions	Millions
Actual	2000	0.000000	0.000000	0.577083	0.000000	0.000000	0.000000
Actual	2001	31.097802	0.611432	0.582728	0.000000	0.000000	0.000000
Actual	2002	23.246341	0.623227	0.629046	1.036184	0.000000	0.777640
Forecast	2003	0.000000	0.000000	0.661307	0.899752	1.940363	0.777640
Forecast	2004	0.000000	0.000000	0.898875	0.839455	1.998574	0.777640
Forecast	2005	0.000000	0.000000	1.310170	0.841095	2.058531	0.800969

Legislative Fiscal Division

Revenue Estimate Profile

Highway Patrol Fines

Revenue Description: The Montana Highway Patrol issues citations for speeding, driving under the influence of alcohol or drugs, and other misdemeanors. Fines and forfeitures associated with these citations are collected by various state and local courts.

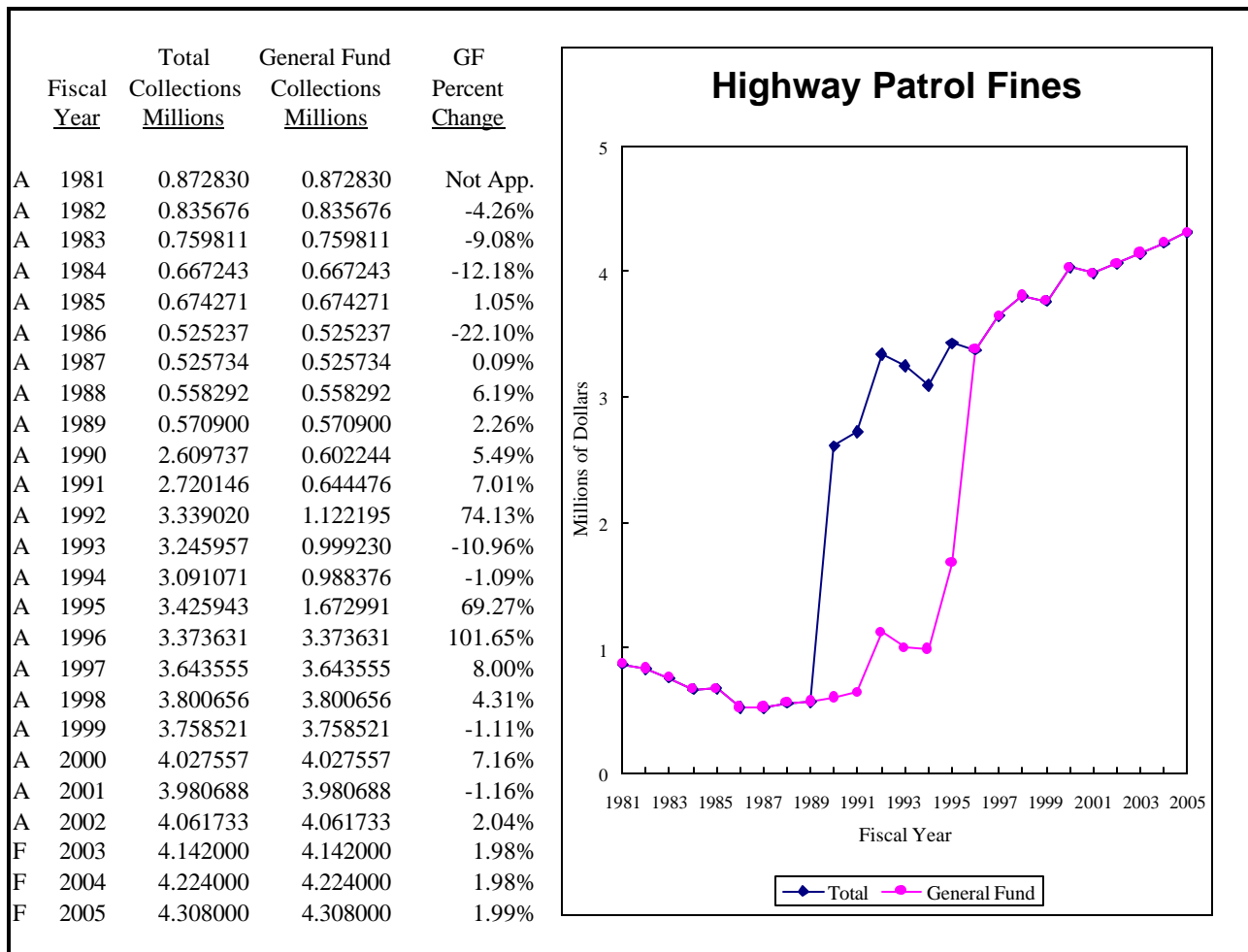
Applicable Tax Rate(s): N/A

Distribution: Highway Patrol fines and forfeitures on all offenses that result from citations issued by the Highway Patrol, except those paid to a justice's court, are deposited in the general fund.

Statute: Title 61, Chapters 8 and 12; Title 53, Chapter 9, MCA

% of Total FY 2002 General Fund Revenue: 0.32%

Revenue Projection:



Legislative Fiscal Division

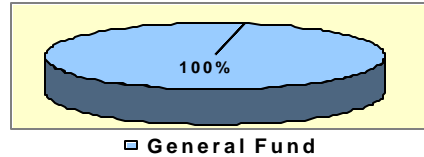
Revenue Estimate Profile

Highway Patrol Fines

Forecast Methodology



Distribution Methodology



Revenue Estimate Assumptions

	<u>t</u>	<u>Total Tax</u>	<u>GF Tax</u>	<u>Fine</u>
	<u>Fiscal</u>	<u>Millions</u>	<u>Millions</u>	<u>Growth Rate</u>
Actual	2000	4.027557	4.027557	0.071580
Actual	2001	3.980688	3.980688	-0.011637
Actual	2002	4.061733	4.061733	0.020360
Forecast	2003	4.142000	4.142000	0.019786
Forecast	2004	4.224000	4.224000	0.019786
Forecast	2005	4.308000	4.308000	0.019786

Legislative Fiscal Division

Revenue Estimate Profile

Nursing Facilities Fee

Revenue Description: Qualified nursing facilities are required to pay a utilization fee of \$2.80 per bed day. Nursing facilities are health care facilities licensed by the Department of Public Health and Human Services and include those operated for profit or non-profit, freestanding or part of another health facility, and publicly or privately owned. According to federal definitions, nursing facilities do not include adult foster homes, retirement homes, and other alternative living arrangements. Bed days are defined as a 24-hour period in which a resident of a nursing facility is present in the facility or in which a bed is held for a resident while on temporary leave.

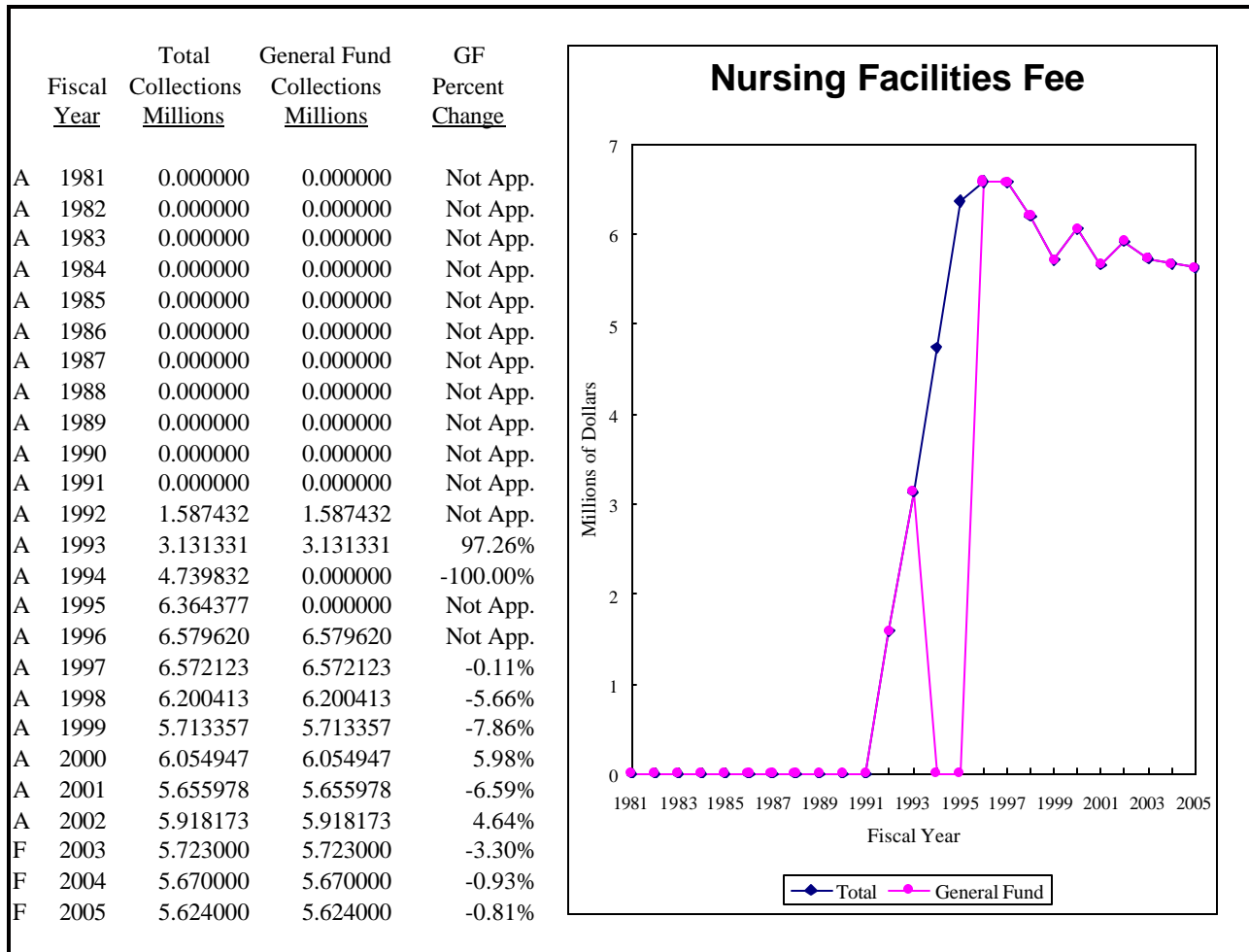
Applicable Tax Rate(s): \$2.80 per bed day

Distribution: All nursing facility fee revenue is deposited into the general fund.

Statute: Title 15, Chapter 60, MCA

% of Total FY 2002 General Fund Revenue: 0.47%

Revenue Projection:

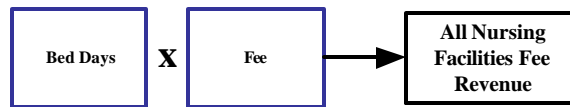


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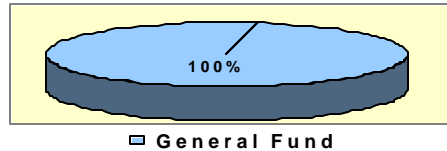
Revenue Estimate Profile

Nursing Facilities Fee

Forecast Methodology



Distribution Methodology



Revenue Estimate Assumptions

	<u>t</u>	<u>Total Tax</u>	<u>GF Tax</u>		<u>Bed</u>
	<u>Fiscal</u>	<u>Millions</u>	<u>Millions</u>	<u>Fee</u>	<u>Days</u>
Actual	2000	6.054947	6.054947	2.800000	2.113805
Actual	2001	5.655978	5.655978	2.800000	2.083501
Actual	2002	5.918173	5.918173	2.800000	2.072696
Forecast	2003	5.723000	5.723000	2.800000	2.043910
Forecast	2004	5.670000	5.670000	2.800000	2.025123
Forecast	2005	5.624000	5.624000	2.800000	2.008551

Legislative Fiscal Division

Revenue Estimate Profile

Public Institution Reimbursements

Revenue Description: The Department of Public Health and Human Services receives reimbursement for the cost of sheltering and treating residents at the Montana Developmental Center (MDC), the Montana Mental Health Nursing Care Center, Montana State Hospital (MSH), Eastern Montana Veterans' Home, Eastmont Human Services Center, Montana Chemical Dependency Treatment Center, and the Montana Veterans' Home. There are four sources of reimbursement income: 1) state and federally matched Medicaid monies; 2) insurance proceeds from companies with whom the resident is insured; 3) payments by residents or persons legally responsible for them; and 4) federal Medicare funds. Most of the reimbursements come from federal Medicaid payments.

Three variables determine the level of Medicaid nursing home payments: 1) the number of patient days eligible for Medicaid reimbursement; 2) the reimbursement rate per patient day; and 3) the private resources of Medicaid patients.

Applicable Tax Rate(s): N/A

Distribution: Revenue collected from the above sources are deposited in the general fund with the following exceptions:

1. Reimbursements from MDC and MSH are first used to pay debt service on bonds issued to fund construction at these facilities. The remainder is deposited into the general fund.
2. Reimbursements received for the Veterans' Home and Montana Chemical Dependency Treatment Center are deposited into a state special revenue account and appropriated to the institutions.
3. Medicaid payments from the Montana Mental Health Nursing Care Center and MSH are deposited into the federal fund and appropriated for the mental health programs.

Statute: Title 53, Chapter 1, MCA

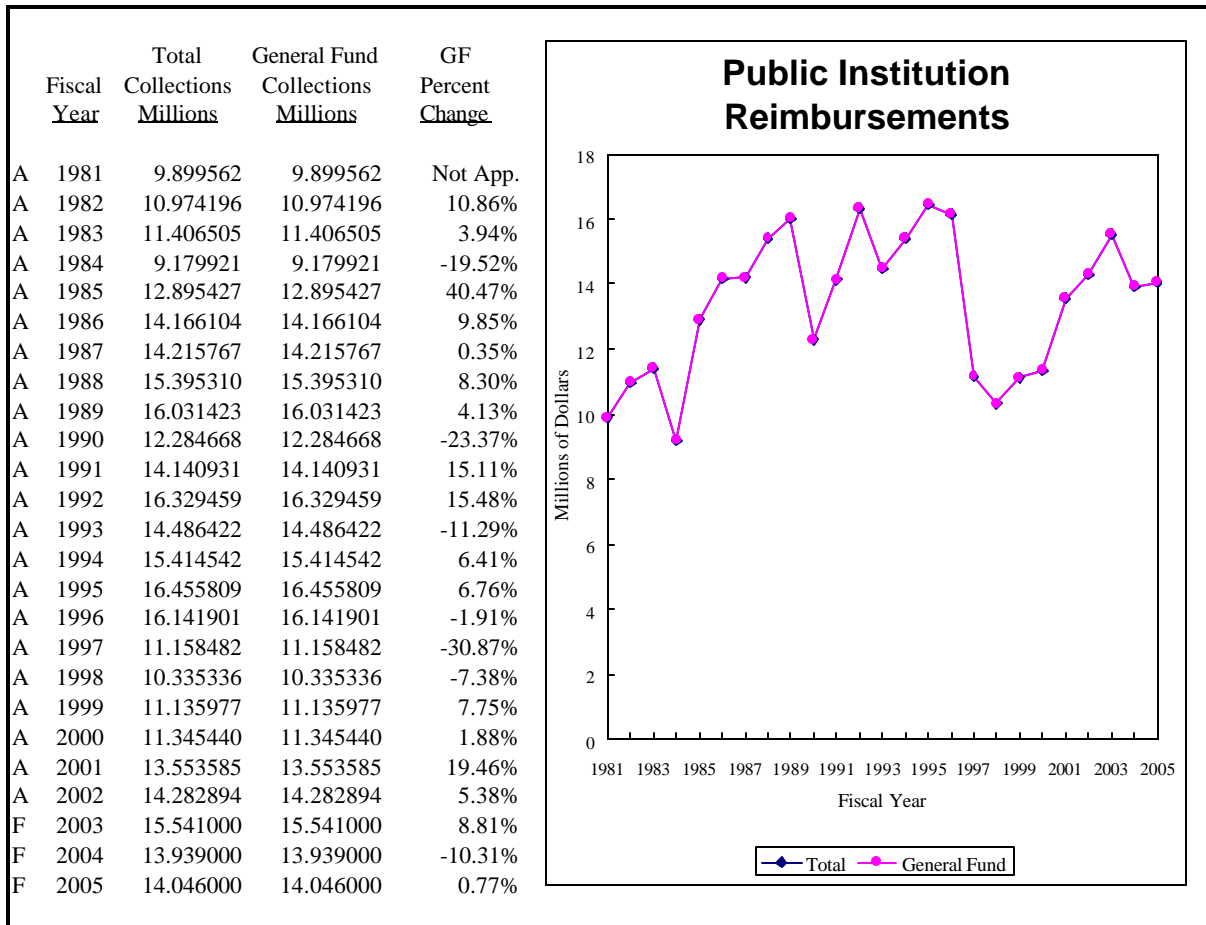
% of Total FY 2002 General Fund Revenue: 1.13%

Legislative Fiscal Division

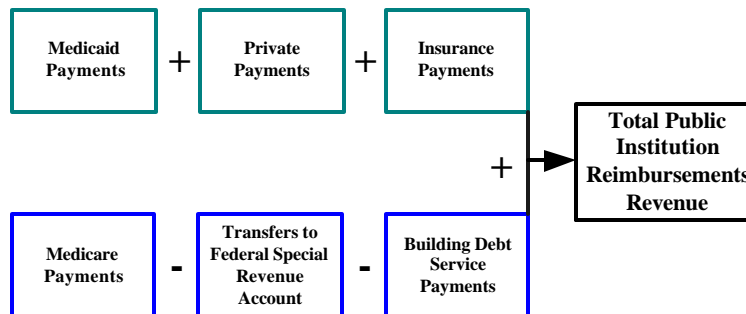
Revenue Estimate Profile

Public Institution Reimbursements

Revenue Projection:



Forecast Methodology

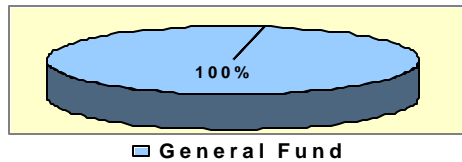


Legislative Fiscal Division

Revenue Estimate Profile

Public Institution Reimbursements

Distribution Methodology



Revenue Estimate Assumptions

	<u>t</u>	<u>Total Rev.</u>	<u>GF Rev.</u>	<u>Private</u>	<u>Insurance</u>	<u>Medicaid</u>	<u>Medicare</u>
	<u>Fiscal</u>	<u>Millions</u>	<u>Millions</u>	<u>Millions</u>	<u>Millions</u>	<u>Millions</u>	<u>Millions</u>
Actual	2000	11.345440	11.345440	0.512403	0.000257	12.490967	0.003044
Actual	2001	13.553585	13.553585	0.649965	0.000498	12.887899	0.015223
Actual	2002	14.282894	14.282894	1.483431	0.317047	10.994744	1.487671
Forecast	2003	15.541000	15.541000	2.165413	0.545379	14.810559	2.578494
Forecast	2004	13.939000	13.939000	2.180952	0.556214	14.739844	2.629437
Forecast	2005	14.046000	14.046000	2.200049	0.555109	14.831628	2.624241

	<u>t</u>	<u>MDC Debt</u>	<u>MSH Debt</u>	<u>Adjustments</u>
	<u>Fiscal</u>	<u>Millions</u>	<u>Millions</u>	<u>Millions</u>
Actual	2000	-0.965496	0.000000	
Actual	2001	-1.079220	-1.909252	0.000000
Actual	2002	-1.075405	-1.911032	0.000000
Forecast	2003	-1.075425	-1.910858	-1.572893
Forecast	2004	-1.078975	-1.908668	-3.180119
Forecast	2005	-1.075735	-1.909403	-3.180119

Legislative Fiscal Division

Revenue Estimate Profile

Tobacco Settlement

Revenue Description: Montana receives revenue as a settling party to a Master Settlement Agreement with four original tobacco companies and 34 subsequent companies to end a four-year legal battle with 46 states, Puerto Rico, American Samoa, the U.S. Virgin Islands, the North Mariana Island, Guam and the District of Columbia (52 total settling entities).

Montana is eligible for four types of payments: 1) reimbursement for legal costs (received December 1999); 2) five initial payments (Two were received in fiscal 2000. One each year is expected in fiscal 2001, 2002, and 2003); 3) on-going, perpetual annual payments; and 4) strategic contribution payments (from fiscal 2008 through 2017). The Master Settlement Agreement places no restrictions on how the settling parties spend the money.

The total amount of tobacco settlement funds available to Montana may be affected by a number of adjustments. These include inflation, sales volume changes, operating income of the original four tobacco companies, number and operating income of subsequent participating manufactures, number of states reaching state specific finality, settlements reached by the four states not party to the agreement (Florida, Texas, Minnesota, and Mississippi), litigation offsets, disputed payments, and federal tobacco legislation offsets among others.

Applicable Tax Rate(s): NA

Distribution: Due to passage of Constitutional Amendment 35 by the electorate in November 2000, the legislature is required to dedicate not less than 40 percent of tobacco settlement money to a permanent trust fund. Since the legislature has not yet determined the exact percentage to be deposited to the trust fund, the revenue estimate assumes 40 percent. For fiscal 2003, the remaining 60 percent of the money is deposited to the general fund. Due to passage of Initiative 146 by the electorate in November 2002, beginning fiscal 2004, 32 percent of the tobacco settlement money funds tobacco prevention programs and 17 percent funds the Children's Health Insurance Program. The remaining 11 percent of the money is deposited to the general fund.

Statute: Title 53, Chapter 4

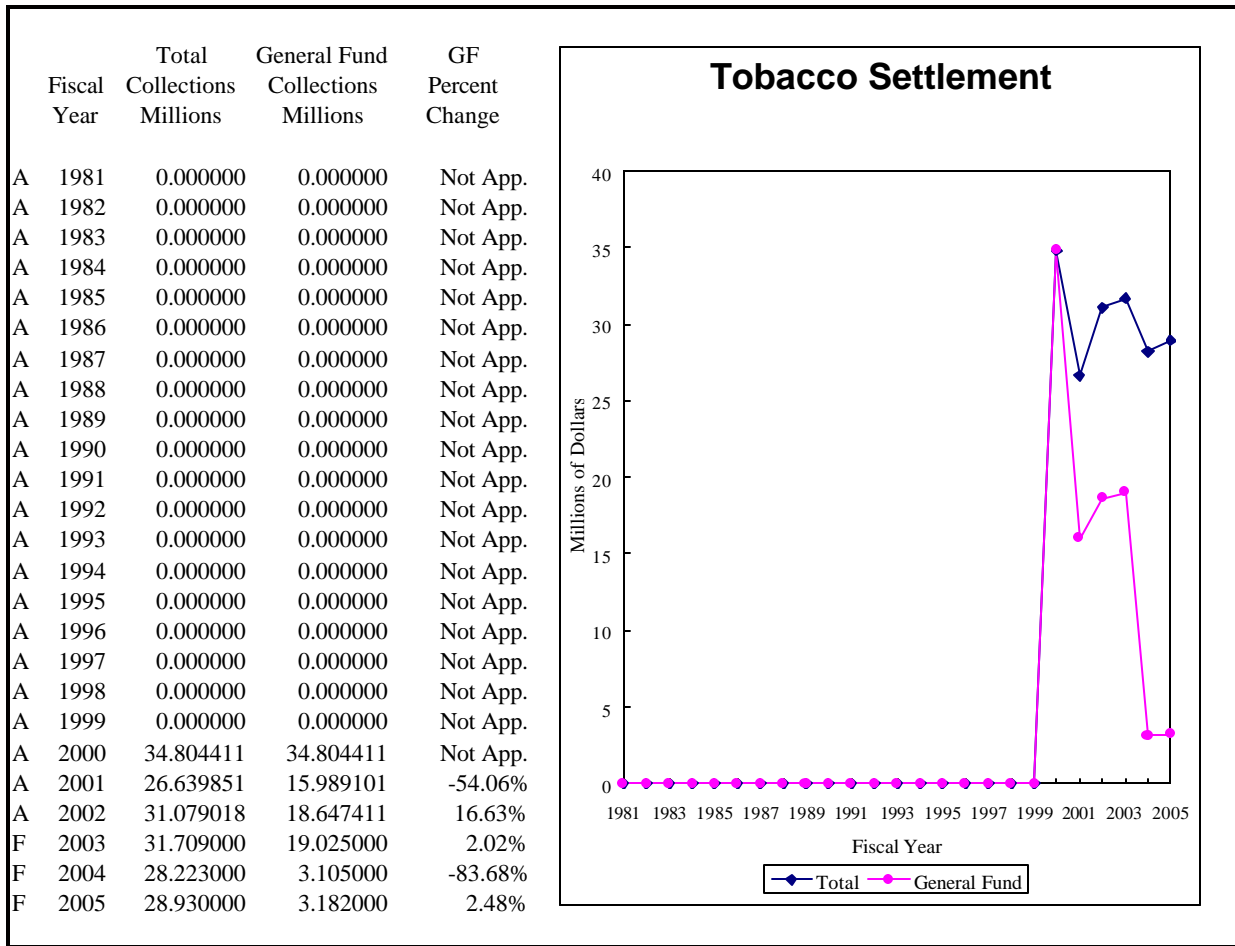
% of Total FY 2002 General Fund Revenue: 1.47%

Legislative Fiscal Division

Revenue Estimate Profile

Tobacco Settlement

Revenue Projection:

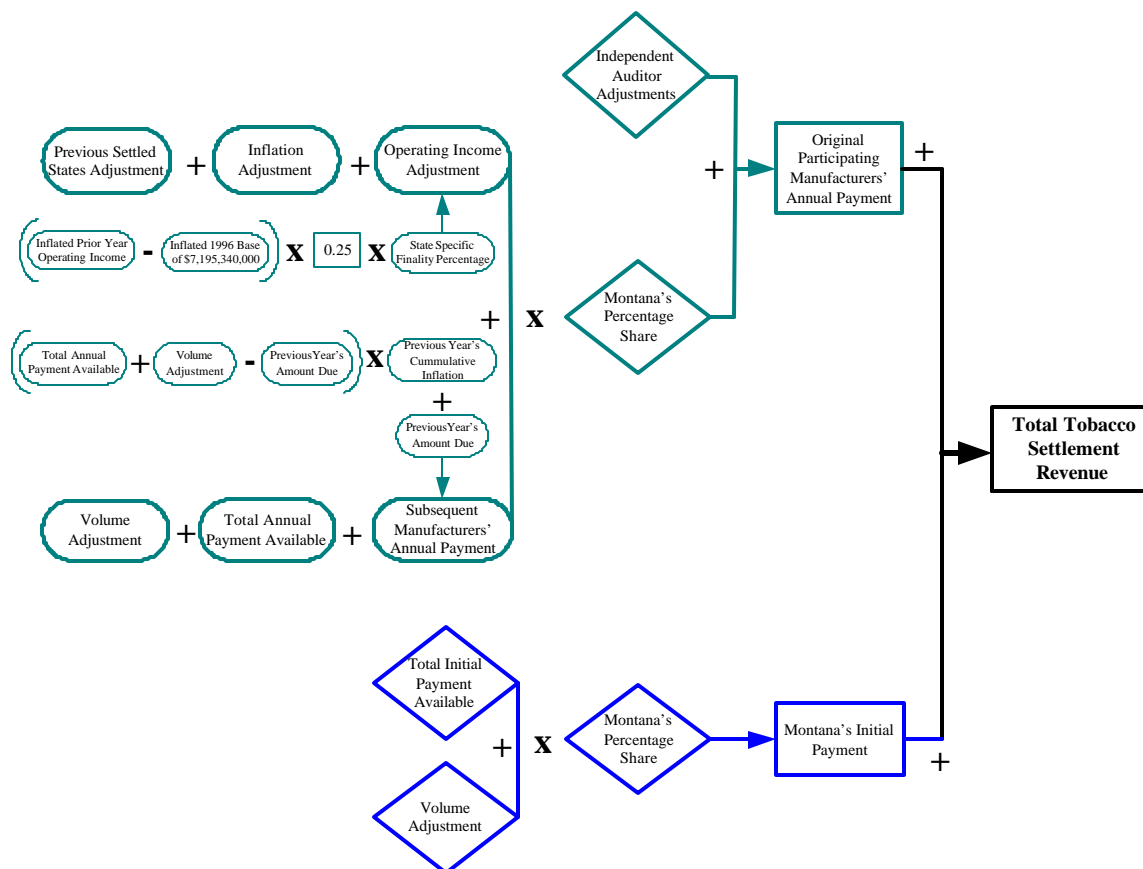


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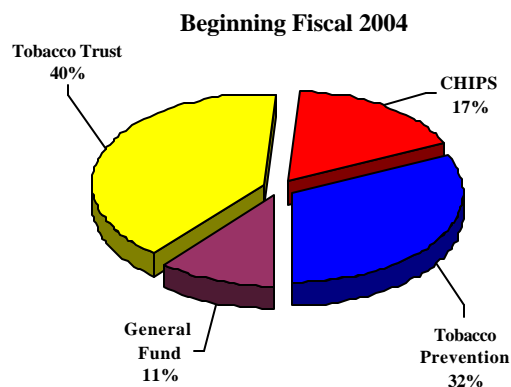
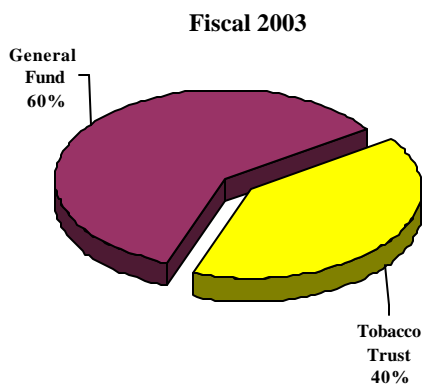
Revenue Estimate Profile

Tobacco Settlement

Forecast Methodology



Distribution Methodology



Legislative Fiscal Division

Revenue Estimate Profile

Tobacco Settlement

Revenue Estimate Assumptions

	t	Total Tax	GF Tax	Initial	Annual	Montana's	PSS
	Fiscal	Millions	Millions	Payment	Payment	Share	Reduction
				Millions	Millions	Percent	Percent
Actual	2000	34.804411	34.804411	4872.000000	4500.000000	0.004247591	-0.124500000
Actual	2001	26.639851	15.989101	2546.160000	5000.000000	0.004247591	-0.124500000
Actual	2002	31.079018	18.647411	2622.544800	6500.000000	0.004247591	-0.124500000
Forecast	2003	31.709000	19.025000	2701.221144	6500.000000	0.004247591	-0.124500000
Forecast	2004	28.223000	3.105000	0.000000	8000.000000	0.004247591	-0.124500000
Forecast	2005	28.930000	3.182000	0.000000	8000.000000	0.004247591	-0.124500000

	t	Annual	Cummulative	Adjustment	Adjusted	Annual	Cummulative
	Fiscal	Vol. Change	Vol. Change	Factor	Vol. Change	CPI Change	CPI Change
		Percent	Percent	Percent	Percent	Percent	Percent
Actual	2000	-0.140094943	-0.140094943	0.980000000	-0.137293044	0.030000000	0.030000000
Actual	2001	-0.015542065	-0.153459643	0.980000000	-0.150390450	0.033868093	0.064884100
Actual	2002	-0.045780332	-0.192214542	0.980000000	-0.188370251	0.030000000	0.096830600
Forecast	2003	-0.015000000	-0.204331324	0.980000000	-0.200244698	0.030000000	0.129735500
Forecast	2004	-0.010000000	-0.212288011	0.980000000	-0.208042251	0.030000000	0.163627600
Forecast	2005	-0.010000000	-0.220165131	0.980000000	-0.215761828	0.030000000	0.198536400

	t	Op. Income	SPM
	Fiscal	Adjustment	Payment
		Millions	Millions
Actual	2000	40.787986	46.446683
Actual	2001	64.221594	78.134224
Actual	2002	0.000000	144.417783
Forecast	2003	0.000000	163.153896
Forecast	2004	0.000000	189.850376
Forecast	2005	0.000000	227.542586